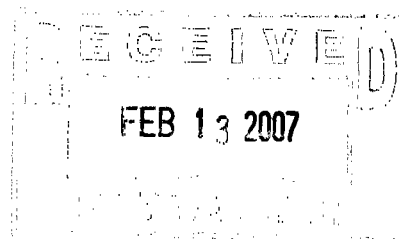




Springer & Company Inc. • Certified Public Accountants • Business Advisors



Guardianship Associates of Utah, Inc.
Financial Statements
as of June 30, 2006



To the Board of Trustees of
Guardianship Associates of Utah, Inc.

We have compiled the accompanying statement of financial position of Guardianship Associates of Utah, Inc. (a nonprofit organization) as of June 30, 2006, and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Springer & Company

Sandy, Utah
November 20, 2006

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GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF FINANCIAL POSITION
as of June 30, 2006

ASSETS

Current Assets

Cash and Cash Equivalents	\$ 15,463
Accounts Recievable	13,928
	<u>29,391</u>

Fixed Assets

Office Furniture and Equipment	5,880
Less: Accumulated Depreciation	<u>(5,880)</u>
	<u>-</u>

Other Assets

Prepaid Deposits	<u>450</u>
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TOTAL ASSETS	<u><u>\$ 29,841</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities

Accounts Payable	\$ 2,042
Accrued Payroll Taxes	3,425
	<u>5,467</u>

Total Liabilities	5,467
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Net Assets

Unrestricted Net Assets	<u>24,374</u>
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TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 29,841</u></u>
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See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2006

UNRESTRICTED NET ASSETS	<u>2006</u>
Unrestricted revenues and gains	
State Contracts	<u>\$ 157,444</u>
Total Unrestricted Revenues and Gains	<u>157,444</u>
 Expenses	
Program Expenses	127,772
Supporting Services	<u>31,944</u>
Total Expenses	<u>159,716</u>
 Decrease in Unrestricted Net Assets	<u><u>\$ (2,272)</u></u>
 Net Assets at Beginning of Year	<u>26,646</u>
 Net Assets at End of Year	<u><u>\$ 24,374</u></u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2006

	<u>Supporting</u> <u>Services</u>	<u>Program</u> <u>Service</u>	<u>Total</u>
Cost of Service Provided			
Salaries & Wages	\$ 22,208	\$ 88,832	\$ 111,040
Benefits & Taxes	1,749	6,998	8,747
Total Cost of Services Provided	<u>23,957</u>	<u>95,830</u>	<u>119,787</u>
Management and General			
Automobile Expense	2,726	10,902	13,628
Communication	1,192	4,769	5,961
Contract Labor	149	595	744
Copier Expense	510	2,041	2,551
Dues & Subscriptions	22	88	110
Insurance	996	3,983	4,979
Internet Service	18	74	92
Licenses & Permits	14	55	69
Miscellaneous	47	186	233
Postage & Delivery	69	275	344
Professional Fees	220	882	1,102
Rent	1,392	5,568	6,960
Supplies	291	1,162	1,453
Travel & Entertainment	341	1,362	1,703
Total Management & General	<u>7,987</u>	<u>31,942</u>	<u>39,929</u>
Total Functional Expenses	<u>\$ 31,944</u>	<u>\$ 127,772</u>	<u>\$ 159,716</u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2006

	<u>2006</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Decrease in net assets	(2,272)
Adjustments to reconcile inscrease in net assets to net cash provided by operating activities:	
(Increase) decrease in operating assets	
Accounts receivable	(804)
Increase (decrease) in operating liabilities	
Accounts payable	(207)
Accrues payroll taxes	169
Net cash used by operating activities	<u>(3,114)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Net cash used by investing activities	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Net cash used by financing activities	<u>-</u>
Net increase in cash	(3,114)
CASH AT BEGINNING OF YEAR	<u>18,577</u>
CASH AT END OF YEAR	<u><u>\$ 15,463</u></u>

See accompanying notes and accountants' report.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE A-NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Organization and nature of Activities

Guardianship Associates of Utah, Inc. is a not-for-profit corporation incorporated in the State of Utah. The Organization acts as court appointed legal guardians for disabled people. The Organization receives their funding from the Utah State Office of Public Guardian to perform these services.

Contributed Services

During the year ended June 30, 2006, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization at the residents' facilities, but these services do not meet the criteria for recognition as contributed services.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

It is the Organization's policy to capitalize property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

Financial Statement Presentation

The Organization has adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Organization does not use fund accounting.

GUARDIANSHIP ASSOCIATES OF UTAH, INC.
NOTES TO FINANCIAL STATEMENTS

Contributions

The Organization has also adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made." Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501 (c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

NOTE B-PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

Office Furniture & Equipment	\$5,880
Less: Accumulated depreciation	(5,880)
Net Office Furniture & Equipment	<u>\$ 0</u>